EXHIBIT C

Alliance Group's Letter of Appeal-July 2, 2001

EARLY, LENNON, CROCKER & BARTOSIEWICZ, P.L.C.

ATTORNEYS AT LAW

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OF COUNSEL

VINCENT T. EARLY THOMPSON BENNETT JOHN T. PETERS, JR.

> JOSEPH J. BURGIE (1926-1992)

July 2, 2001

Letter of Appeal USAC 2120 L Street, NW, Suite 600 Washington, DC 20037

SENT VIA FEDERAL EXPRESS

Legal Reporting Name: Alliance Group Services, Inc.

Filer 499 ID: 820411

We are the attorneys for Alliance Group Services, Inc., a Delaware corporation ("Alliance Group"). On behalf of Alliance Group, we hereby appeal the decision by Universal Service Administrative Company ("USAC") dated June 7, 2001 to reject the recent filing of a Year 2000 FCC Form 499-A reporting Alliance Group revenue for the period January 1 - December 31, 1999. Attached is a copy of the June 7, 2001 USAC letter appealed from (Exhibit "A") and the referenced rejected Year 2000 FCC Form 499-A (Exhibit "B").

We understand the rejected filing was designated as a "revised filing" at the direction of USAC. The letter of June 7, 2001 states that USAC's rejection was made on the basis that the Form 499-A was an attempted revised filing filed more than one year after the date of the original filing. Whether the designation of the 2000 499-A Form as a "revised filing" was done at USAC's direction or not, USAC's rejection of Alliance Group's 2000 Form 499-A was an error. Alliance Group did not previously file a 2000 Form 499-A. The rejected 2000 Form 499-A was in fact an original filing on behalf of Alliance Group. As such it reported revenues for 1999 not previously reported on any form.

It is our view that the confusion over the 2000 filing arises from the acquisition by Alliance Group of assets of U. S. Republic Communications, Inc. ("U.S. Republic"), a subsidiary of Vartec Telecom Holding Company, at the end of December 1999. Alliance Group did not have any obligation to file a Form 499-A in 2000 in respect of U.S. Republic billings for 1999, nor did it file such a form. Any 2000 Form 499-A filed in respect of U.S. Republic billings was filed by U.S. Republic and not by Alliance Group. Because Alliance Group has other retail bases, it was, however, appropriate for

EARLY, LENNON, CROCKER & BARTOSIEWICZ, P.L.C.

July 2, 2001 Page -2-

Alliance Group to file an <u>original</u> 2000 Form 499-A, and this is the form -- described in the preceding paragraph -- that was rejected by USAC. In order to clarify this situation, Alliance Group is separately submitting a 2000 Form 499-A containing the same information, designated an "original filing", a copy of which is enclosed (Exhibit "C"). Either or both of Alliance Group's 2000 Form 499-A Forms should be accepted as an original filing.

We separately request that the 2000 499-A Form styled a "revised filing" be accepted even if USAC continues to regard this filing as an attempted amendment of a previously filed 2000 Form 499-A. We understand that in this regard, USAC is basing its rejection of Alliance Group's 2000 Form 499-A on its determination or belief that a 2000 Form 499-A filed by U.S. Republic using its Filer ID Number 811765 was in effect Alliance Group's 2000 Form 499-A filing. Alliance Group absolutely disagrees with this determination or belief and instead contends that the 2000 Form 499-A filed by U.S. Republic was filed on behalf of U.S. Republic, reported U.S. Republic 1999 revenues and should have caused Universal Service Fund and other charges to continue to be submitted to U.S. Republic through calendar year 2000. U.S. Republic remained in existence through calendar year 2000. Enclosed is a summary of State of Texas Secretary of State records evidencing U.S. Republic's continued corporate existence until March 22, 2001 (Exhibit "D").

It is Alliance Group's position, further, that all such invoices sent in calendar year 2000 should have been paid by U.S. Republic. It is our information, although uncertain at this time due to USAC's unwillingness or inability to share such information with us, that Universal Service Fund and other invoices in fact were sent to U.S. Republic in calendar year 2000 and were in fact paid at least in part by U.S. Republic. It is also our information that these charges were then wholly transferred to Alliance Group at the request of U.S. Republic and based on USAC's erroneous interpretation of the Purchase and Sale Agreement between U.S. Republic and Alliance Group.

Without waiving any rights or claims it may have related to the foregoing facts, if in fact USAC still maintains that Alliance Group's 2000 Form 499-A is an attempted "revised filing" of a 2000 Form 499-A prepared and filed by U.S. Republic in April, 2000, Alliance Group respectfully requests that USAC waive its requirement that a "revised filing" be received within one year after the "original filing". It is our understanding that Alliance Group's 2000 Form 499-A was received by USAC on April 13, 2001. We do not know the date in April of 2000 on which U.S. Republic filed its 2000 Form 499-A but we respectfully request that, under the circumstances, USAC waive its one year time limitation and deem the Alliance Group 2000 Form 499-A delivered on April 13, 2001 to have been filed within one year of the "original filing".

In summary, we request on behalf of our client that USAC immediately:

(a) Accept for filing one 2000 Form 499-A signed and submitted by Alliance Group; and

EARLY, LENNON, CROCKER & BARTOSIEWICZ, P.L.C.

July 2, 2001 Page -3-

(b) Credit and remove from any Alliance Group account all charges of any kind based on U.S. Republic's 1999 revenues, including but not necessarily limited to all charges based on the revenues reported on U.S. Republic's 2000 Form 499-A.

Yours truly,

EARLY, LENNON, CROCKER & BARTOSIEWICZ, P.L.C.

Lawrence M. Brenton

LMB/dle

Enclosures

Email: lbrenton@earlylennon.com



Universal Service Administrative Company

June 7, 2001

Alliance Group Services, Inc. 900 Comerica Building Kalamazoo, MI 49007

Filer 499 ID: 820411

-

Attn: Patrick D. Crocker

RE:

Form 499-A Revision Rejection

The Universal Service Administrative Company (USAC) has completed a review of the Revised FCC Form 499-A that you submitted for the purpose of revising revenue reported by Alliance Group Services, Inc. for the period January 1 - December 31, 1999. Based on the information provided, we are unable to accept the revision because it was not filed within one year of the original submission.

USAC recognizes that you may disagree with our decision. If you wish to file an appeal, your appeal must be received no later than 30 days after the date of this letter.

In the event that you choose to appeal the decision, you should follow these guidelines:

- Write a "Letter of Appeal to USAC" explaining why you disagree with this Revised Form 499-A Rejection letter and identify the outcome that you request;
- Mail your letter to:

Letter of Appeal **USAC** 2120 L Street, NW, Suite 600 Washington, DC 20037

- Appeals submitted by fax, telephone call, and e-mail will not be processed.
- Provide necessary contact information. Please list the name, address, telephone number, fax number, and e-mail address (if available) of the person who can most readily discuss this appeal with USAC.
- Identify the "Legal Reporting Name" and "Filer 499 ID."
- Explain the appeal to the USAC. Please provide documentation to support your appeal.

• Attach a photocopy of this Revised Form 499-A Rejection decision that you are appealing.

USAC will review all "letters of appeal" and respond in writing within 90 days of receipt thereof.

The response will indicate whether USAC:

- (1) agrees with your letter of appeal, and approves an outcome that is different from the Revised Form 499-A Rejection Letter; or
- (2) disagrees with your letter of appeal, and the reasons therefor.

If you disagree with the USAC response to your "letter of appeal," you may file an appeal with the FCC within 30 days of the date USAC issued its decision in response to your "Letter of Appeal." The FCC address where you may direct your appeal is:

Federal Communications Commission Office of the Secretary 445 12th Street, SW Room TW-A325 Washington, DC 20554

Please be sure to indicate the following information on all communications with the FCC: "Docket Nos. 96-45 and 97-21."

In the alternative, you may write and send an appeal letter directly to the Federal Communications Commission (FCC), and bypass USAC. Your letter of appeal to the FCC must explain why you disagree with the USAC decision. You are also encouraged to submit any documentation that supports your appeal. The FCC rules governing the appeals process (Part 54 of Title 47 of the Code of Federal Regulations 54.719 – 54.725) are available on the FCC web site (www.fcc.gov).

If you have questions or concerns regarding this letter, please contact Lisa Harter at (973) 884-8116 of Lori Terraciano at (973) 560-4426.

Sincerely,

USAC

2000 FCC Form 499A Telecommunications Reporting Worksheet Approval by OMB 3060-0855 >>> Please read instructions before completing. <<< Annual Filing - due April 1. Block 1: Contributor identification information 101 Filer 499 ID [If you don't know your number, contact the administrator at (973)-560-4400. 820411 If you are a new filer, leave blank and a Filer 499 ID will be assigned to you.) 102 Legal name of reporting entity Alliance Group Services, Inc. 06-1502829 103 IRS employer identification number Alliance Group Services, Inc. 104 Name telecommunications service provider is doing business as 105 Principal communications business [Check the one that best describes the reporting entity -- see directions. Check one box only.] CAP/CLEC Interexchange Carrier (IXC) Cellular/PCS/SMR (wireless telephony incl. by resale) incumbent LEC Local Reseller Payphone Service Provider Operator Service Provider (OSP) Paging & Messaging Pre-paid Card Satellite Private Service Provider Shared Tenant Service Provider Wireless Data X Toll Reseller SMR (dispatch) If Other Local, Other Mobile or Other Toll is checked. Other Toll Other Local Other Mobile describe carrier type / services provided: 106 Holding company (All affiliated companies should show same name here) Alliance Group Services LLC 107 FCC Registration Number (FRN) [not required for April 2000 filing] 108 Management company [if carrier is managed by another entity] 109 Complete mailing address of reporting entity Alliance Group Services, Inc. corporate headquarters 1221 Post Rd Westport CT 06880 110 Complete business address for customer inquiries and complaints [if different from address entered on Line 109] 111 Telephone number for customer inquiries and complaints (203) - 845 - 9600112 All trade names that you use in providing telecommunications services. This should include all names by which you are identified on customer bills. a Alliance Platinum b USRC Telquest Advantage Plus Alliance Group Services, Inc.

Use an additional sheet if necessary. Each reporting entity must provide all names used for carrier activities.

PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET CAN BE PUNISHED BY FINE OR IMPRISONMENT UNDER TITLE 18 OF THE UNITED STATES CODE, 18 U.S.C. §1001

2000 FCC Form 499A Telecommunications Reporting Worksheet Page 2			
Nock 2-At Personal Contact Information			
201 Filer 499 ID [from Line 101]	820411		
202 Legal name of reporting entity [from Line 102]	Alliance Group Services, Inc.		
203 Person who completed this worksheet	Patrick D. Crocker, Attorney		
204 Telephone number of this person	(616) - 381-8844		
205 Fax number of this person	(616) - 349-8525		
206 E-mail of this person	telecomgroup@earlylennon.com		
207 Corporate office, attn. name, and mailing address to which future Telecommunications Reporting Worksheets should be sent	Patrick D. Crocker, Attorney 900 Comerica Bldg Kalamazoo MI 49007		
208 Billing address and billing contact person: [Plan administrators will send bills for contributions to this address. Please attach a written request for alternative billing arrangements.]	Patrick D. Crocker, Attorney 900 Comerica Bldg Kalamazoo MI 49007		
Block 2-Bz Agent for Service of Process	All carriers must complete Lines 209 through 213		
209 D.C. Agent for Service of Process per 47 U.S.C 413	Corporation Guarantee & Trust Comp.	any	
210 Telephone number of D.C. agent	(202) - 296-2222	·	
211 Fax number of D.C. agent	(301) - 229-2783		
212 E-mail of D.C. agent			
213 Complete business address of D.C. agent for hand service of documents	1155 15th St NW Ste 502 Washington DC 20005		
214 Alternate Agent for Service of Process (optional)	Patrick D. Crocker, Attorney		
215 Telephone number of alternate agent	(616) - 381-8844		
216 Fax number of alternate agent	(616) - 349-8525		
217 E-mail of alternate agent	telecomgroup@earlylennon.com		
218 Complete business address of alternate agent for hand service of documents	900 Comerica Bldg Kalamazoo MI 49007		

UUU F	CC Form 499A Telecommunications Reporting	Worksheet				Pag
******	Carrier's Carrier Revenue Information					
301 F	iler 499 ID [from Line 101] 820411					
	egal name of reporting entity (from Line 102) A11 tanc	e Group Services,	Inc.			
Report B	Billed Revenue for January 1 through December 31, 1999	T. VAVOR NEAT AGENT	If breakouts	are not book	Bre	akouts
Do not re	eport any negative numbers. Dollar amounts may be rounded to	Total	1	enter whole		1-1
uic negn	est thousand dollars. However, report all amounts as whole dollars.	Revenue		e estimates International	Interstate Revenue	International Revenue
See instr	ructions regarding percent interstate & international.	(a)	(b)	(c)	(d)	(e)
venue fi	rom Service Provided for Resale by Other Contributers to					
deral Un	niversal Service Support Mechanisms					
ixed loca						
303 M	fonthly service, local calling, connection charges, vertical features,					
ar P	nd other local exchange service including subscriber line and ICC charges to IXCs					
a	Provided as unbundled network elements	0				
ь —	Provided under other arrangements	<u>_</u>		 		
	er minute charges for originating or terminating calls			·		
a	Provided under state or federal access tariff	0		1		
b	Provided as unbundled network elements or other contract arrangement	0				
305 Lo	ocal private line & special access	0				
306 Pa	ayphone compensation from toll carriers	0				
307 O	Other local telecommunications service revenues	0				
308 U	iniversal service support revenue received from Federal or State Sources	0				
Mobile sec	rvice (including wireless telephony, paging & messaging, and other mobile services)	V				
	fonthly, activation, and message charges except toll	0			***************************************	***************************************
Toll service		•				
310 O	perator and toll calls with alternative billing arrangements (credit		************			
_ α	ard, collect, international call-back, etc.)	0				
311 O	Ordinary Long Distance (MTS, customer toll free 800/888					
Di Di	ervice, associated monthly account maintenance, PICC ass-through, and switched services not reported above)	3,555,715		1	021 507	1 206 200
312 La	ong distance private line services	0	ļ		931,597	1,326,282
	atellite services	- 	 			
	Il other long distance services	0	 			
	PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET O	0	L			<u> </u>

	FCC Form 499A Telecommunications Reporting End User and Non-Telecommunications Revenue Information					
401						
402	020411	0 0				
Repor	rt Billed Revenue for January 1 through December 31, 1999	e Group Services,	Inc. If breakouts	are not book	Break	outs
Do no	ot report any negative numbers. Dollar amounts may be rounded to	Total	amounts, enter whole			
he ne	earest thousand dollars. However, report all amounts as whole dollars.	Revenue		e estimates	Interstate Revenue	International Revenue
	nstructions regarding percent interstate & international.	= (-)		international	(d)	(e)
v enu : 103	e From All Other Sources (and-user telcom. & non-telcom.) Surcharges or other amounts on bills identified as recovering	(a)	(b)	(c)	<u>(u)</u>	
	State or Federal universal service contributions	0				
ixed k	ocal service					
104	Monthly service, local calling, connection charges, vertical features,	900 domestic reconstruction and reserved				
	and other local exchange service charges except for federally			1		
	tariffed subscriber line charges and PICC charges	0		<u> </u>		
105	Tariffed subscriber line charges and PICC charges levied by a local exchange carrier on a no-PIC customer					
406	Local private line and special access service	0				
407 407		0	 			
108 -	Payphone coin revenues	0	 			
	Other local telecommunications service revenues	0				
109	sarvice (including wireless telephony, paging & messaging, and other mobile services)					
-	Monthly and activation charges	0				
410	Message charges including roaming but excluding toll charges	00				
<u>Toll se</u> 411						
411	Pre-paid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	0	1			
412			0%	100%		
413	Operator and toll calls with alternative billing arrangements (credit	······································	0,4	100%		
710	card, collect, international call-back, etc.) other than revenue					
	reported on Line 412	0				
414	Ordinary Long Distance (MTS, customer toll free 800/888		†			
	service, associated monthly account maintenance, PICC	000 260		1	252 001	75 202
	pass-through, and other switched services not reported above)	989,268			352,081	75,382
415_	Long distance private line services	0				
416_	Satellite services	0				
417	All other long distance services	0				
418	Enhanced services, inside wiring maintenance, billing and					
	collection, customer premises equipment, published directory,					
	dark fiber, Internet and non-telecommunications service revenue	0_				
419	Gross billed revenue from all sources [incl. reseller & non-telcom.)					
	[Lines 303 through 314 plus Lines 403 through 418]	4,544,983			1,283,678	1,401,664
420	- I I S S S S S S S S S S S S S S S S S	000 000			050 001	75.000
	& Lines 413 through 417]	989,268			352,081	75,382

Block 5: Additional Revenue Breakouts 501 Filer 499 ID [from Line 101] 820411			
501 Filer 499 ID [from Line 101] 820411			
502 Legal name of reporting entity [from Line 102] Alliance Group Services, Inc.			
Most filers must contribute to LNP administration and must provide the percentages requested in Lines 503 through 510. Filing entities that use Line 603 to certify that they are exempt from this requirement need not provide this information. Block 3 Block 3			
Percentage of revenue reported in Block 3 and Block 4 billed in each region of the country. Round or estimate to nearest whole percentage. Enter 0 of no service was provided in the region. Carrier's End-U Telect (a) (b)			
503 Southeast: Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, Puerto Rico, South Carolina, Tennessee and U.S. Virgin Islands			
504 Western: Alaska, Arizona, Colorado, Idaho, Iowa, Minnesota, Montana, Nebraska, New % Mexico, North Dakota, Oregon, South Dakota, Utah, Washington, Wyoming			
505 West Coast: California, Hawaii, Nevada, American Samoa, Guam, Northern Mariana Islands, and % Wake Island.	% !2		
506 Mid-Atlantic: Delaware, District of Columbia, Maryland, New Jersey, Pennsylvania, Virginia, West % Virginia %	% 1		
507 Mid-West: Illinois, Indiana, Michigan, Ohio, Wisconsin %	4 %		
508 Northeast: Connecticut, Maine, Massachusetts, New Hampshire, New York, Rhode Island, Vermont %	5 %		
509 Southwest: Arkansas, Kansas, Missouri, Oklahoma, & Texas %	0 %		
	000%		
Revenues from resellers that do not contribute to Universal Service support mechanisms are included in Block 4, Line 420 but may be excluded from a filer's TRS, NANPA and LNP contribution bases. To have these amounts excluded, the filer has the option of identifying such revenues below.			
(a) (b)			
Total Revenue Interstate and International			
Revenues from resellers that do not contribute to Universal Service \$ PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET CAN BE PUNISHED BY FINE OR IMPRISONMENT UNDER TITLE 18 OF THE UNITED STATES CODE, 18 U.S.C. §100			

2000 FCC Form 499A Telecommunications Reporting Worksheet Page 6				
Block 6: CERTIFICATION: to signed by an officer of the filer				
601 Filer 499 ID [from Line 101]	820411			
602 Legal name of reporting entity [from Line 102]	Alliance Group Services, Inc.			
Section IV of the instructions provides information on which types of Any entity claiming to be exempt from one or more contribution requ [The Universal Service administrator will determine which entities me in Block 4, even if you fail to so certify, below.]	irements should so certify below and attach an explanation.			
603 I certify that the reporting entity is exempt from contributing to:				
Universal Service TRS Provide explanation below:	NANPA LNP Administration			
604 I certify that the revenue data contained herein is privileged and cor would likely cause substantial harm to the competitive position of the of the revenue information contained herein pursuant to Sections 0. 54.711 and 64.604 of the Commission's Rules. I certify that I am an officer of the above-named reporting entity, that knowledge, information and belief, all statements of fact contained statement of the affairs of the above-named company for the previous contained company for the previous contained company.	e company. I request nondisclosure 459, 52.17, I have examined the foregoing report and to the best of my In this Worksheet are true and that said Worksheet is an accurate			
605 Signature	Mark J. Thomas			
606 Printed name of officer	Mark J. Thomas			
607 Position with reporting entity	Preșident			
608 Date	4/11/01			
609 This filing is:	Original filing Revised filing			
Do not mail checks with this form. Send this form to: Form 4: For additional information regarding this worksheet contact: Telect	99 c/o NECA, 80 South Jefferson Road, Whippany New Jersey, 07981 ommunications Reporting Worksheet information: (973) 560-4400 or via e-mail: Form499@neca.org			
PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHE	ET CAN BE PUNISHED BY FINE OR IMPRISONMENT UNDER TITLE 18 OF THE UNITED STATES CODE, 18 U.S.C. §1001			

2000 FCC Form 499A Telecommunications Reporting Worksheet Approval by OMB 2060-0855 >>> Please read instructions before completing. <<< Annual Filing - due April 1. Block it: Contributor Identification information 101 Filer 499 ID [If you don't know your number, contact the administrator at (973)-560-4400. 820411 If you are a new filer, leave blank and a Filer 499 ID will be assigned to you.] Alliance Group Services. Inc. 102 Legal name of reporting entity 06-1502829 103 IRS employer identification number Alliance Group Services, Inc. 104 Name telecommunications service provider is doing business as 105 Principal communications business [Check the one that best describes the reporting entity -- see directions. Check one box only.] Interexchange Carrier (IXC) Incumbent LEC Cellular/PCS/SMR (wireless telephony incl. by resale) CAP/CLEC Payphone Service Provider Paging & Messaging Local Reseller Operator Service Provider (OSP) Private Service Provider Satellite Pre-paid Card SMR (dispatch) X Toll Reseller Wireless Data Shared Tenant Service Provider Other Mobile Other Toll If Other Local, Other Mobile or Other Toll is checked. Other Local describe carrier type / services provided: Alliance Group Services LLC 106 Holding company (All affiliated companies should show same name here) 107 FCC Registration Number (FRN) [not required for April 2000 filing] 108 Management company (if carrier is managed by another entity) Alliance Group Services, Inc. 109 Complete mailing address of reporting entity 1221 Post Rd corporate headquarters Westport CT 06880 110 Complete business address for customer inquiries and complaints If different from address entered on Line 1091 111 Telephone number for customer inquiries and complaints (203) - 845-9600 112 All trade names that you use in providing telecommunications services. This should include all names by which you are identified on customer bills. a Alliance Platinum **b** USRC

Use an additional sheet if necessary. Each reporting entity must provide all names used for carrier activities.

c Telquest Advantage Plus

d Alliance Group Services, Inc.

PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET CAN BE PUNISHED BY FINE OR IMPRISONMENT UNDER TITLE 18 OF THE UNITED STATES CODE, 18 U.S.C. §1001

FCC Form 499-A

February 2000

2000 FCC Form 499A Telecommunications Repo	rting Worksheet Page 2
Block 2-A: Personal Contact Information	
201 Filer 499 ID [from Line 101]	820411
202 Legal name of reporting entity [from Line 102]	Alliance Group Services, Inc.
203 Person who completed this worksheet	Patrick D. Crocker, Attorney
204 Telephone number of this person	(616) -381-8844
205 Fax number of this person	(616) -349-8525
206 E-mail of this person	telecomgroup@earlylennon.com
207 Corporate office, attn. name, and mailing address to which future Telecommunications Reporting Worksheets should be sent	Patrick D. Crocker, Attorney 900 Comerica Bldg Kalamazoo MI 49007 Patrick D. Crocker, Attorney
208 Billing address and billing contact person: [Plan administrators will send bills for contributions to this address. Please attach a written request for alternative billing arrangements.]	900 Comerica Bldg Kalamazoo MI 49007
Stock 2:3: Agent for Service of Process	All carriers must complete Lines 209 through 213
209 D.C. Agent for Service of Process per 47 U.S.C 413	Corporation Guarantee & Trust Company
210 Telephone number of D.C. agent	(202) - 296-2222
211 Fax number of D.C. agent	(301) - 229-2783
212 E-mail of D.C. agent	
213 Complete business address of D.C. agent for hand service of documents	1155 15th St NW Ste 502 Washington DC 20005
214 Alternate Agent for Service of Process (optional)	Patrick D. Crocker, Attorney
215 Telephone number of alternate agent	(616) - 381-8844
216 Fax number of alternate agent	(616) - 349-8525
217 E-mail of alternate agent	telecomgroup@earlylennon.com
218 Complete business address of alternate agent for hand service of documents	900 Comerica Bldg Kalamazoo MI 49007

2000	FCC Form 499A Telecommunications Reporting \	Worksheet				Page 3
Heal St	Carrier's Carrier Revenue Information					
301	Filer 499 ID [from Line 101] 820411					
302		up Services, Inc				
	t Billed Revenue for January 1 through December 31, 1999			are not book	Break	kouts
	t report any negative numbers. Dollar amounts may be rounded to	Total	- ,	enter whole	1.11.1	I-4
the ne	arest thousand dollars. However, report all amounts as whole dollars.	Revenue		international	Interstate Revenue	International Revenue
See in	structions regarding percent interstate & International.	(a)	(b)	(c)	(d)	(e)
	from Service Provided for Resale by Other Contributers to					
ederal	Universal Service Support Mechanisms					
Eixed k	ocal service					
303	Monthly service, local calling, connection charges, vertical features,			1		
	and other local exchange service including subscriber line and					
а	PICC charges to IXCs Provided as unbundled network elements	•	İ		 	
b	Provided under other arrangements	0		 		
304		0	 			<u> </u>
304 8	Per minute charges for originating or terminating calls Provided under state or federal access tariff	0				:
b		0	 	}		
305	Local private line & special access	0		 		:
306	Payphone compensation from toll carriers		 	 		
307	Other local telecommunications service revenues	·	 			
308	Universal service support revenue received from Federal or State Sources	0				
		0				
	service (including wireless telephony, paging & messaging, and other mobile services)	^				
309	Monthly, activation, and message charges except toll	0				
Toll se						
310	- Par-iai and toli dallo that allotticate bining altangements (ordar	_				
244	card, collect, international call-back, etc.)	0		- 		
311	Ordinary Long Distance (MTS, customer toll free 800/888 service, associated monthly account maintenance, PICC					
	pass-through, and switched services not reported above)	3,555,715			931,597	1,326,282
312		0	+	- 	931,331	1,320,202
313	Satellite services		+			<u>; </u>
314			+			
	PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET O		R IMPRISON	MENT LINDED T	FITLE 18 OF THE LIMITED STA	TES CODE 19 IIS C \$1001
	THE WORKSHEET C	WATER TOTAL OF FINE C	A AND TAIGOTH	AICIAI OIADEK I	HILL IS OF THE ONLIED STA	FCC Form 499-A
						February 2000

2000	FCC Form 499A Telecommunications Reporting	Worksheet				Page 4
lectro.	End User and Non-Telecommunications Revenue Information					
401	Filer 499 ID [from Line 101] 820411					
	Legal name of reporting entity [from Line 102] Alliance Gr	oup Services, Inc	•			
	t Billed Revenue for January 1 through December 31, 1999	T . 1	1	are not book	Break	outs
the ne	t report any negative numbers. Dollar amounts may be rounded to arest thousand dollars. However, report all amounts as whole dollars.	Total Revenue		enter whole e estimates	Interstate	International
See in	structions regarding percent interstate & international.	1 CTCHUC	<u> </u>	International	Revenue	Revenue
Revenue	From All Other Sources (end-user telcom. & non-telcom.)	(a)	(b)	(c)	(d)	(e)
403	Surcharges or other amounts on bills identified as recovering					· · · · · · · · · · · · · · · · · · ·
Conti	State or Federal universal service contributions	0				
404	XXXI SERVICE					
404	Monthly service, local calling, connection charges, vertical features, and other local exchange service charges except for federally					
	tariffed subscriber line charges and PICC charges	0				
405	Tariffed subscriber line charges and PICC charges levied by a					
	local exchange carrier on a no-PIC customer	0				
406	Local private line and special access service	0				
407_	Payphone coin revenues	0				
408	Other local telecommunications service revenues	0				
	service (including wireless telephony, paging & messaging, and other mobile services)					
409_	Monthly and activation charges	0	ļ			
410	Message charges including roaming but excluding toll charges	0				
Toll se						
411	Pre-paid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	0			·	
412	International calls that both originate and terminate in foreign points	00	0%	100%		
413	Operator and toll calls with alternative billing arrangements (credit	<u> </u>		100%		
710	card, collect, international call-back, etc.) other than revenue					
	reported on Line 412	0				
414	Ordinary Long Distance (MTS, customer toll free 800/888				***************************************	
	service, associated monthly account maintenance, PICC	222 242			250 001	75 202
445-	pass-through, and other switched services not reported above)	989,268			352,081	75,382
415	Long distance private line services			 		
416	Satellite services	0				
417	All other long distance services	0				
418	Enhanced services, inside wiring maintenance, billing and					
	collection, customer premises equipment, published directory, dark fiber, Internet and non-telecommunications service revenue	0				
419						
710	Gross billed revenue from all sources [incl. reseller & non-telcom.) [Lines 303 through 314 plus Lines 403 through 418]	4,544,983			1,283,678	1,401,664
420	Universal service contribution bases [Lines 403 through 411	4,,,,,,,,			1,203,070	1,401,004
	& Lines 413 through 417]	989,268			352,081	75,382
	PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORKSHEET	CAN BE PUNISHED BY FINE C	R IMPRISON	MENT UNDER	TITLE 18 OF THE UNITED STA	TES CODE, 18 U.S.C. §1001

2000	FCC Form 49	9A Telecommunications Reporting W	orksheet			Pa	ge 5
Stock 8	Additional Reve	nue Breakouts.					
501 F	ler 499 ID [from Lir	ne 101]	820411				
502 L	egal name of report	ing entity [from Line 102]	Alliance Group Services	, Inc.			
	ntities that use Line Percentage of rev	to LNP administration and must provide the percentages r 603 to certify that they are exempt from this requirement r enue reported in Block 3 and Block 4 billed in each region of at whole percentage. Enter 0 of no service was provided in	eed not provide this information. If the country. Round or		Block 3 Carrier's Carrier (a)	Block 4 End-Use Telecom (b)	
503	Southeast:	Alabama, Florida, Georgia, Kentucky, Louisiana, Mis Puerto Rico, South Carolina, Tennessee and U.S. Vi			%	24	%
504					14	%	
505	The state of the s				22	%	
506	06 Mid-Atlantic: Delaware, District of Columbia, Maryland, New Jersey, Pennsylvania, Virginia, West % Virginia 11				11	%	
507	7 Mid-West: Illinois, Indiana, Michigan, Ohio, Wisconsin % 14				%		
508	Northeast:	Connecticut, Maine, Massachusetts, New Hampshir	e, New York, Rhode Island, Vermont		%	5	%
509	Southwest:	Arkansas, Kansas, Missouri, Oklahoma, & Texas			%	10	%
510	Total	[Percentages must add to 0 or 100]			%	100	%
511	may be excluded	esellers that do not contribute to Universal Service support from a filer's TRS, NANPA and LNP contribution bases. Ing such revenues below.	o have these amounts excluded, the filer has	s the			
			Total Rever	a)	Interstate and Intern	o) etional	
	Revenues from r	esellers that do not contribute to Universal Service	\$		\$		
P	PERSONS MAKING V	VILLFUL FALSE STATEMENTS IN THE WORKSHEET CAN BE	PUNISHED BY FINE OR IMPRISONMENT UND	ER TITLE 18 OF THE UNITE	ED STATES CODE, 18	U.S.C. §1001	

2000 FCC Form 499A Telecommunications Re	eporting Worksheet	Page 6
Back 8: CERTIFICATION: to signed by an officer of the filer		
601 Filer 499 ID [from Line 101]	820411	
602 Legal name of reporting entity [from Line 102]	Alliance Group Services, Inc.	
Section IV of the instructions provides information on which type Any entity claiming to be exempt from one or more contribution [The Universal Service administrator will determine which entitle in Block 4, even if you fail to so certify, below.]	pes of reporting entities are required to file for which purposes. I requirements should so certify below and attach an explanation. The session is the should be seed on information provided.	
603 I certify that the reporting entity is exempt from contributing to:		,
Universal Service TRS Provide explanation below:	NANPA LNP Ad	ministration
604 I certify that the revenue data contained herein is privileged and would likely cause substantial harm to the competitive position of the revenue information contained herein pursuant to Sectio 54.711 and 64.604 of the Commission's Rules. I certify that I am an officer of the above-named reporting entity knowledge, information and belief, all statements of fact contains statement of the affairs of the above-named company for the position.	of the company. I request nondisclosure ons 0.459, 52.17, y, that I have examined the foregoing report and to the best of my ained in this Worksheet are true and that said Worksheet is an accurate	1 22
605 Signature	I'm Difamile	
606 Printed name of officer	Jess di Pasquale	
607 Position with reporting entity	President,	
608 Date	6/28/0/	
609 This filing is:	Original filing Revised filing	
Do not mail checks with this form. Send this form to: Fo For additional information regarding this worksheet contact: T	orm 499 c/o NECA, 80 South Jefferson Road, Whippany New Jersey, 07981 Telecommunications Reporting Worksheet information: (973) 560-4400 or via e-mail: Form499@neca.org	
PERSONS MAKING WILLFUL FALSE STATEMENTS IN THE WORL	KSHEET CAN BE PUNISHED BY FINE OR IMPRISONMENT UNDER TITLE 18 OF THE UNITED STATES CODE, 18 U	.S.C. §1001

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TEXAS SECRETARY OF STATE, CORPORATE RECORD

Name: U.S. REPUBLIC COMMUNICATIONS, INC.

Principal Place of Business: 3200 W PLEASANT RUN RD STE 100

LANCASTER, TEXAS 75146

Principal Office: 3200 W PLEASANT RUN RD STE 100

LANCASTER, TEXAS 75146

Tax Address: PO BOX 22923

JACKSON, MISSISSIPPI 39225-2923

Type of Corporation: DOMESTIC PROFIT

Status: DEAD

Status Comment: DISSOLUTION

Status Date: 03/22/2001

Filing Date: 06/06/1996

Duration: PERPETUAL

State of Incorporation: TEXAS

Registered Agent: MICHAEL G HOFFMAN

Registered Office: 1600 VICEROY DR

DALLAS, TEXAS 75235-2306

Assumed Names: BIZONTHE.NET

Status: ACTIVE Counties: ALL

Filed: 02/18/1999 Duration: 10 YEARS Expiration: 02/18/2009

Parent Company: VARTEC TELECOM, INC

Number: 11054871-00 Type: DOMESTIC PROFIT

State: TEXAS % Owned: 81

Capital/Stock: 10MIL AT \$.01

Tax Year: 1998

State Tax ID: 017526549393

Incorporators: MICHAEL G HOFFMAN, LANCASTER, TEXAS

Officers, Directors and Management:

REMY, T GARY
PRESIDENT
(BOTH OFFICER AND DIRECTOR)
3200 W PLEASANT RUN RD STE 100
LANCASTER, TEXAS 75146

MITCHELL, A JOE*JR VICE PRESIDENT (BOTH OFFICER AND DIRECTOR) 3200 W PLEASANT RUN RD STE 100 LANCASTER, TEXAS 75146

JOHNSON, TOM D TREASURER (OFFICER) 3200 W PLEASANT RUN RD STE 100 LANCASTER, TEXAS 75146

HOFFMAN, MICHAEL G SECRETARY (BOTH OFFICER AND DIRECTOR) 3200 W PLEASANT RUN RD STE 100 LANCASTER, TEXAS 75146

EGGER, GARY D
ASSISTANT TREASURER
(OFFICER)
3200 W PLEASANT RUN RD STE 100
LANCASTER, TEXAS 75146

HEALEA, ROBERT J ASSISTANT TREASURER (OFFICER) PO BOX 22923 JACKSON, MISSISSIPPI 39225

Number: 01402030-00

Filing History:

Date	Transaction
06/06/1996	ARTICLES OF INCORPORATION
04/17/1998	PUBLIC INFORMATION REPORT FILED
12/07/1998	PUBLIC INFORMATION REPORT FILED
12/07/1998	PUBLIC INFORMATION REPORT FILED
02/18/1999	ASSUMED NAME ADD
02/18/1999	ASSUMED NAME ADD
08/14/2000	CHANGE OF REGISTERED AGENT
03/22/2001	VOLUNTARY DISSOLUTION

EXHIBIT D

Administrator's Decision on Contributor Appeal-October 1, 2001



Universal Service Administrative Company

D. Scott Barash Vice President and General Counsel sbarash@universalservice.org

Administrator's Decision on Contributor Appeal

October 1, 2001

BY FEDERAL EXPRESS

Lawrence M. Brenton
Early, Lennon, Crocker & Bartosiewicz, P.L.C.
900 Commerce Building
Kalamazoo, MI 49007-4752

Re:

Alliance Group Services, Inc. (ID # 820411)

Contributor Appeal

Dear Mr. Brenton:

After thorough review, the Universal Service Administrative Company (USAC) has completed its evaluation of the letter of appeal on behalf of Alliance Group Services, Inc. (Alliance) dated April 4, 2001 (Appeal). Your Appeal requests that USAC accept Alliance's late-filed FCC Form 499A reporting revenue for the period January 1 – December 31, 1999.

Decision on Appeal: Denied.

USAC hereby denies Alliance's Appeal.

Explanation of Decision:

Federal Communications Commission (FCC) regulations in force during the relevant time period required carriers to file a Universal Service Worksheet (FCC Form 499 or, previously, FCC Form 457) twice annually, in April and September, and required USAC to bill contributors based on reported revenues. See generally 47 C.F.R. Part 54. USAC is required to estimate revenues for carriers that fail to file the required worksheets and to bill those carriers based on the estimated revenue. FCC regulations do not require USAC to accept any late-filed revisions to the Universal Service Worksheets. However, in order to improve the accuracy of the revenue reported, the USAC Board of Directors (USAC)

Lawrence M. Brenton October 1, 2001 Page 2

Board) has authorized staff to allow carriers to file new or revised worksheets after the original due date. The instructions to the worksheets have included various deadlines by which revisions could be made, the longest of which is eight months. In order to afford carriers an adequate opportunity to revise their reported revenues, the USAC Board has authorized staff to allow carriers a longer 12 month period for the filing of new or revised Universal Service Worksheets.

The Form 499-A at issue was due on April 1, 2000. Alliance submitted its FCC Form 499-A on April 13, 2001. In addition to submitting the revisions after the deadline, the revisions filed did not provide an "explanation of the cause for the change along with documentation showing how the revised figures derive from corporate financial records" as required by Section II.E. of the FCC Form 499-A instructions for which the revisions are submitted. Because Alliance's attempted submission was outside of the due date of the worksheet in question, USAC rejected the submission of this form consistent with its previously adopted policy.

USAC was able to estimate Alliance's 2000 universal service obligations based on US Republic's FCC Form 499-A submitted in September 2000. Therefore, USAC has determined it is not necessary for it to accept either the late-filed FCC Form 499-A submitted by Alliance dated April 11, 2001 nor the Form 499-A submitted with its Appeal in order to properly estimate 2000 billing.

Your Appeal states that "Alliance Group did not have any obligation to file a Form 499-A in 2000 in respect of U.S. Republic billings for 1999." As explained previously to representatives of Alliance, this is incorrect. Because Alliance acquired the assets of U.S. Republic in December of 1999, Alliance is responsible for reporting any and all 1999 revenue, including U.S. Republic's revenue. Universal service support mechanism obligations are incurred at the beginning of each quarter, therefore, U.S. Republic was responsible for payment of universal service obligations through the end of the last quarter of 1999. Alliance was responsible for filing an FCC Form 499-A reporting all of U.S. Republic's 1999 revenue for purposes of providing USAC with the information to properly estimate 2000 billing.

Thus, for the reasons set forth above, Alliance's appeal must be denied.

If you disagree with the USAC response to your Letter of Appeal, you may file an appeal with the Federal Communications Commission (FCC) within 30 days of the date of this letter. The FCC address where you may direct your appeal is:

Federal Communications Commission Office of the Secretary 445 12th Street, SW Room TW-A325 Washington, DC 20554 Lawrence M. Brenton October 1, 2001 Page 3

<u>Please be sure to indicate the following information on all communications with the FCC:</u> "Docket Nos. 96-45 and 97-21."

Sincerely yours,

UNIVERSAL SERVICE ADMINISTRATIVE COMPANY

By: D. Scott Barash

Vice President and General Counsel

Sort Bansh/46

DSB:tb

cc: Anita Cheng, FCC Common Carrier Bureau James Shook, FCC Enforcement Bureau